

Sri KADIDAL MANJAPPA—About 13 families.

Sri B. L. NARAYANASWAMY—By way of a supplementary to (a). Out of this amount, what is the relief given to each family?

Sri KADIDAL MANJAPPA—I have not got the details. That is given according to the schedule prescribed in the Government order.

Constitution of Corporations in the State.

*Q.—219. **Sri V. P. DEENADAYALU NAIDU** (Cubbonpet).—

Will the Government be pleased to state:—

(a) the Corporations that they propose to set up and the factors that compelled them to constitute such Corporations;

(b) whether it is not advantageous to the State that the above undertakings be continued for five more years under the private or State management?

A.—**Sri B. D. JATTI** (Chief Minister).—

(a) Government have decided to set up Corporations for:

(1) The Kolar Gold Mining Undertakings,

(2) The Mysore Iron and Steel Works, Bhadravati.

This decision is based on the policy of the Government to entrust public undertakings to autonomous Corporations

(b) Does not arise.

Constitution of Corporation for Bhadravati Iron and Steel Works.

*Q.—457. **Sri G. SIVAPPA** (Chitradurga).—

Will the Government be pleased to state:—

whether they propose to constitute a corporation for the Bhadravati Iron and Steel Works?

A.—**Sri B. D. JATTI** (Chief Minister).—
Yes.

Sri V. P. DEENADAYALU NAIDU.—Does not the formation of corporations indicate that the State is unable to run these undertakings?

Sri B. D. JATTI.—It does not amount to that. If the schemes are to be expanded, we need the assistance of the Government of India. They always insist that unless we form corporations it will not be possible for them to give financial assistance for the expansion schemes.

Sri V. P. DEENADAYALU NAIDU.—What are the terms and conditions with regard to share capital, employment potential and control?

Sri B. D. JATTI.—All the shares will be purchased by the Government of Mysore.

Sri V. P. DEENADAYALU NAIDU.—At the time of nationalisation have not the Government thought of this future aspect?

Sri B. D. JATTI.—This is not the first time that this question has been raised in this House. It was discussed here, a Bill was passed and according to that Act Rs. 144 lakhs have been paid and it was nationalised.

Sri V. P. DEENADAYALU NAIDU.—What is the reason for the diminution of returns and is there any apprehension in this behalf?

Sri B. D. JATTI.—It is not due to any apprehension. The grade of ore is now coming down and if we want to earn more it is not possible unless the crushing capacity is increased and the mining charges are decreased.

Sri B. N. BORANNA GOWDA.—When are you going to form these industries into corporations?

Sri B. D. JATTI.—We are working it out.

Sri G. DUGGAPPA.—May I know whether this Government will get financial assistance from the Government of India for the formation of Corporations?

Sri B. D. JATTI.—I have already answered it.

Sri G. DUGGAPPA.—Apart from the Government of India's assistance, what might be the financial implications if corporations are formed?